

This annual management report of fund performance contains financial highlights but does not contain the complete annual audited financial statements of the Global Educational Trust Plan (“Global Plan”). You may obtain an additional copy at no cost by visiting our Web site at www.globalfinancial.ca or SEDAR at www.sedar.com, or by calling Global Client Services at 1-877-460-7377. You may also write to us at 800 Arrow Road, Suite 1100, Toronto, Ontario M9M 2Z8.

The Global Educational Trust Foundation (the Foundation) views corporate governance and compliance as important contributors to overall corporate performance and long-term investment returns. We support the proxy voting guidelines established by our Investment Managers. Investment restrictions contained in the Canadian Securities Administrators policy as well as the Foundation’s investment policy result in the Foundation primarily investing in Federal and Provincial Government fixed income securities. As a result, proxy voting is not applicable at this time.

Investment Objective and Strategies

The Global Educational Trust Foundation invests in a prudent manner, with the objective to protect your principal and deliver a positive return on your Global Educational Trust Plan investment. The Foundation invests primarily in Canadian fixed income securities including Canadian federal and provincial government bonds. Scotia Cassels Investment Counsel Ltd. manages the Global Plan’s assets. The assets are allocated among different market sectors and different maturity segments at our portfolio managers’ discretion, but subject to the guidelines defined in our Foundation investment policies and mandates. Our investment professionals actively manage the Global Plan, focusing on strategies where value can be added on a sustainable basis. These strategies include yield curve positioning, sector allocation, credit research and interest rate risk (duration) management.

Risk

No major or significant changes in fiscal 2007 had an impact on the overall risk level of any investments in the Global Plan. The average duration of the portfolio has a neutral impact on return. Furthermore, the Foundation’s investment philosophy, style and method remain the same.

Results of Operations

For 2007, the Global Plan’s average rate of return was 4.72%. The Plan’s overall asset mix did not experience any change from the previous period. At December 31, 100.0% was invested in bonds, money market funds, Government of Canada treasury bills, Principal Protected Notes and investment grade corporate bonds.

Trust Fund: The bond portion of your portfolio returned 2.99% fourth quarter and 4.72% for the year underperforming the SC Universe Bond Index (Government Only) by 10 basis points for the quarter and outperforming by 27 basis for the 12-month period ending December 31, 2007.

Grant Fund: The bond portion of your portfolio returned 3.13% fourth quarter and 4.89% for the year outperforming the SC Universe Bond Index (Government Only) by 4 basis points for the quarter and outperforming by 44 basis points for the 12-month period ending December 31, 2007.

Government bond yields fell during the quarter as subprime/housing/consumer and asset-backed commercial paper woes

continued to hit the Canadian and US financial markets. Reacting to tightening credit conditions and the higher LIBOR (“London Interbank offered Rate”), the Fed lowered the Fed Funds rate twice during the quarter to end at 4.25% and the Bank of Canada lowered the overnight rate to also end at 4.25%.

Government of Canada yield curve shifted in a parallel fashion and resulted in in-line portfolio performance relative to the market from duration and curve positioning.

Recent Developments

Going forward, we expect the curve to normalize as our read of the economic data continues to point to 1.0 - 2.5% growth (but no recession) in the US and similar (and might be slightly better) growth in Canada over the next year.

The portfolio is positioned for lower short-term central bank administered rates in North America. This should result in the curve gradually normalizing over the next 12 to 18 months as longer term rates are not likely to follow as inflation is expected to make a “higher low”. With 3-month LIBOR rates finally heading downwards, the worst of the bank spread widening is behind us.

Our portfolio management for 2007 will remain consistent with our investment philosophy. As always, our goal is to provide safety of principal and potential of out performance over the long term for our contributors and beneficiaries.

Financial and Operating Highlights (with comparative figures)

The following table shows key financial data for the Global Plan and is intended to help you understand the Global Plan’s financial results for the past five fiscal years ended December 31, 2007.

Financial and Operating Highlights (with comparative figures)

Balance Sheet	2007	2006	2005	2004	2003	2002
Total Assets	193,323,774	149,356,971	113,070,216	79,591,529	52,352,233	31,187,833
Net Assets	60,984,500	46,667,252	35,878,040	25,135,863	16,389,856	9,896,762
% Change of Net Asset	30.68%	30.07%	42.74%	53.36%	65.61%	117.07%
Statement of Operations						
EAP	(997,029)	(666,886)	(375,660)	(224,310)	(99,880)	(55,309)
Canadian Education Savings Grant	(1,323,299)	(887,870)	(506,916)	(346,758)	(159,055)	(43,292)
Net Investment Income	5,398,692	4,691,412	3,641,504	2,476,195	1,923,750	1,069,980
Other						
Total number of agreements	57,825	51,094	44,972	39,179	32,658	25,676
% Change in the total number of agreements	13.17%	13.61%	14.79%	19.97%	27.19%	32.68%

Management Fees

An annual management fee of \$1.7 million comprising Global Plan administration and financial reporting expenses was accrued to the Foundation, for the administration of the Global Plan according to the Education Savings Plan Agreement. The administration of the Global Plan includes processing and call centre services related to new and existing agreements, payments, Canada Education Savings Grant (CESG), plan modifications, terminations, maturities and Education Assistance Payments (EAP). The annual management fee is calculated as 1% of the Assets under administration, which is paid monthly. This includes investment counsel fee payable to Scotia Cassels Investment Counsel Limited and trustee fee payable to Bank of Nova Scotia Trust Company amounting to \$264,000.

The Foundation has delegated certain administrative and distribution functions to Global Educational Marketing Corporation, which is registered as a scholarship plan dealer under securities legislation of each of the provinces and territories of Canada in which it operates to sell scholarship plans. Global Educational Marketing Corporation is the (primary) distributor of the Global Educational Trust Plan.

In exchange for its administrative services, Global Educational Marketing Corporation receives 75% the administration costs accrued to the Foundation. The administration services agreement is renewable on an annual basis.

The Global Educational Trust Plan may be considered to be available to connected issuers of Global Educational Marketing Corporation. A connected issuer includes an issuer distributing securities that has a relationship with a securities dealer or certain parties related to that dealer, which may mean that the dealer and the issuer may or

may not be independent of each other. Global Maxfin Investments Inc. is a connected issuer of Global Educational Marketing Corporation.

Summary of Investment Portfolio

The Global Educational Trust Plan is known as an individual pooled education savings plan where the funds held in trust are invested collectively and professionally managed.

For purposes of meeting target duration of the portfolio, cash and short-term investments may include cash, debt securities with maturities of one year or less and short-term bonds See note 3 in Audited Financial Statements for listing of investments.

The portfolio is managed by a leading Canadian investment firm. Separate asset classes and benchmarks were established to evaluate investment management performance. The performance of each asset class is measured against benchmarks that simulate the results of the investment strategies employed by the investment managers. Past performance of the Global Plan is set out in the following charts and the investment returns table. Investment returns have been calculated using market values and time-weighted cash flows during the periods. These rates of return do not take into account expenses incurred by the Global Plans including administration, custodial and investment counsel fees, and management fees, where applicable. Past returns of the Global Plan do not necessarily indicate how it will perform in the future.

Average Returns on Investments Held in Trust

The following table illustrates the Plan's average returns on investments for the periods shown ending December 31, 2007:

Year Period	2007 1 year	'05-'07 3 years	'02-'07 6 years	'99-'07 9 years
Return %	4.72	5.16	5.63	5.69

The Foundation's investment strategy is to passively buy and hold allowable investments while effectively trading to capitalize on investment opportunities in a changing interest rate environment. The total Global Plan return is measured against a Canadian dollar-denominated benchmark, the Scotia Capital 91 day T-bill index and the Scotia Capital Universe (all government) bond index.

Summary of Top 25 Positions in the Investment Portfolio

Subscribers' contributions and CESC invested	Par Value		Cost/Amortized Cost		Market Value		Percentage of Total Assets	
	\$	\$	\$	\$	\$	\$	%	%
Canada Housing Trust 4.55 %, due Dec. 15, 2012	26,080,000	26,472,944	26,514,307	26,514,307	14.21%	14.21%		
Ontario Province 4.3%, due March 8, 2017	23,810,000	23,396,705	23,558,346	23,558,346	12.63%	12.63%		
Quebec Province 4.5% December 1, 2017	16,870,000	16,666,077	16,813,185	16,813,185	9.01%	9.01%		
Ontario Province 4.3%, due March 8, 2017	11,780,000	11,594,565	11,655,494	11,655,494	6.25%	6.25%		
BNS Cdn Div Fd Linked Dep Nts Ser-1	10,000,000	10,000,000	9,965,000	9,965,000	5.34%	5.34%		
Canada Government 8%, due June 1, 2023	6,695,000	9,486,471	9,667,874	9,667,874	5.18%	5.18%		
BNS Global Alpha Stqrt Dep Nts Ser-1	10,000,000	10,000,000	9,381,000	9,381,000	5.03%	5.03%		
Canada Government 8%, due June 1, 2023	4,440,000	6,324,173	6,411,555	6,411,555	3.44%	3.44%		
Canada Government 4.25%, due June 1, 2018	6,265,000	6,343,212	6,389,383	6,389,383	3.43%	3.43%		
Canada Housing Trust 4.8 %, due June 15, 2012	5,785,000	5,945,231	5,934,845	5,934,845	3.18%	3.18%		
Alberta Cap Financial Authority 4.65%, due June 15, 2017	5,675,000	5,805,752	5,766,242	5,766,242	3.09%	3.09%		
Quebec Province 4.5% December 1, 2017	5,625,000	5,555,664	5,606,056	5,606,056	3.01%	3.01%		
Canada Housing Trust 4.55 %, due Dec. 15, 2012	4,990,000	5,056,090	5,073,098	5,073,098	2.72%	2.72%		
Canada Housing Trust 4.8 %, due June 15, 2012	3,175,000	3,244,321	3,257,240	3,257,240	1.75%	1.75%		
Bank of Montreal 5.45%, due July 17, 2017	3,000,000	3,055,075	3,005,942	3,005,942	1.61%	1.61%		
Royal Bank of Canada 4.97%, due June 5, 2014	3,000,000	2,986,943	2,984,165	2,984,165	1.60%	1.60%		
CIBC 5%, due September 10, 2012	3,000,000	2,994,240	2,963,448	2,963,448	1.59%	1.59%		
Ontario Hydro , zero coupon, due February 18, 2015	3,900,000	2,715,870	2,859,379	2,859,379	1.53%	1.53%		
TD Canada Trust 4.779%, due December 14, 2016-2105	3,000,000	2,822,814	2,808,650	2,808,650	1.51%	1.51%		
BC Province 4.7%, due December 1, 2017	2,630,000	2,621,486	2,684,334	2,684,334	1.44%	1.44%		
Hydro Quebec 11%, due August 15, 2020	1,620,000	2,548,422	2,595,990	2,595,990	1.39%	1.39%		
Canada Government 4.25%, due June 1, 2018	2,490,000	2,520,942	2,539,436	2,539,436	1.36%	1.36%		
Ontario Province 5.375%, due December 2, 2012	2,300,000	2,373,404	2,412,702	2,412,702	1.29%	1.29%		
Alberta Cap Financial Authority 4.65%, due June 15, 2017	2,270,000	2,322,301	2,306,497	2,306,497	1.24%	1.24%		
BC Province 4.7%, due December 1, 2017	1,065,000	1,061,547	1,087,002	1,087,002	0.58%	0.58%		

Management's Responsibility for Financial Reporting

The accompanying financial statements of Global Educational Trust Plan ("Global Plan") have been prepared by management and approved by the Board of Directors of Global Educational Trust Foundation. Management is responsible for the information and representations contained in these financial statements. The Board of Directors is responsible for reviewing and approving the financial statements and overseeing management's performance of its financial reporting responsibilities. Global Educational Trust Plan, through Global Educational Marketing Corporation, which administers the Global Plan, maintains appropriate processes to ensure that relevant and reliable financial information is produced. The financial statements have been prepared in accordance with Canadian generally accepted accounting principles and include certain amounts that are based on estimates and judgements. The significant accounting policies, which management believes are appropriate for the Global Plan, are described in Note 2 to the Financial Statements. PricewaterhouseCoopers LLP are the external auditors of the Global Plan. They have audited the financial statements in accordance with Canadian generally accepted auditing standards to enable them to express to the Global Plan holders their opinion on the financial statements. Their report is set out below.

Past Performance

Our investment philosophy has always been to safeguard our Global Plan holders' investments while providing stable and consistent returns. In setting the Foundation's investment objective, we focused on two fundamental factors - matching assets to liabilities and the Global Plan's ability to assume risk. Using an asset liability model, we assessed the long-term risk and return tradeoffs of allocating a different mix of assets to bonds across several maturities, variable rate instruments as well as short-term securities.

Year-by-Year Returns

The following bar chart illustrates the Global Plan's annual performance in each of the past six years to December 31, 2007. The chart illustrates in percentages the return on investments for each of the financial years.



On behalf of the Board of Directors,


Sam Bouji
 Chief Executive Officer


Salah Hassan, CGA
 Chief Financial Officer